

**REQUEST TO DEVIATE UNDER G.S. 143C-6-4:**

*Prior consultation with Governmental Operations is required when the total requirements for a State department will exceed the department's certified budget for the fiscal year by more than three percent.*

**DEPARTMENT:** Insurance  
**FISCAL YEAR:** 2011-2012

Budget Code	Certified Requirements	Projected Authorized Requirements	3% Deviation Threshold	Projected Deviation Over 3% Threshold
<b>13900</b>	\$ 43,267,178	\$ 55,502,889	\$ 1,298,015	\$ 10,937,696
13901	\$ 2,294,000	\$ 2,294,000	\$ 68,820	\$ (68,820)
23900	\$ 33,789,792	\$ 34,332,371	\$ 1,013,694	\$ (471,115)
<b>23901</b>	\$ 1,354,983	\$ 1,401,308	\$ 40,649	\$ 5,676
<b>23902</b>	\$ 245,533	\$ 561,994	\$ 7,366	\$ 309,095
<b>23903</b>	\$ 92,692	\$ 135,433	\$ 2,781	\$ 39,960
63901	\$ 5,975,386	\$ 5,975,386	\$ 179,262	\$ (179,262)
63902	\$ 6,885,094	\$ 6,885,094	\$ 206,553	\$ (206,553)
63903	\$ 18,761,268	\$ 18,761,268	\$ 562,838	\$ (562,838)
Department Total	\$ 112,665,926	\$ 125,849,743	\$ 3,379,978	\$ 9,803,839

Less Total of Prior Deviation Consultations: \_\_\_\_\_  
 Current Deviation Request: \$ 9,803,839

**JUSTIFICATION FOR REQUEST:**

Budget Method for Department of Insurance: 606's are prepared and submitted to OSBM for Federal grants and Special Revenue / Receipts (on a one-time 606 basis).

DOI budgets Federal Grants that were received in prior years on a non-recurring basis. Federal Grants are categorized in 3 major areas: SHIIP (State Health Insurance Information Program) , Senior Medicare Patrol Program, and Healthcare Reform Act Program. Federal Grants received prior to FY 2011 have already gone before Gov Ops.

**Budget Code 13900**

Grant Title	Rcc/Fund	Original Start Date	Gov Ops Approval	Grant Award Amount	Grant Period
<b>Cooperative Agreement to Support Establishment of State-Operated Health Insurance Exchanges</b>	<b>13001360</b>	<b>08/15/2011</b>	-	12,396,019	08/15/11 - 08/14/2012

The Cooperative Agreement to Support Establishment of State-Operated Health Insurance Exchanges is intended to help support States in their progress toward the establishment of State-based Exchanges (a marketplace for individuals and small employers to purchase health insurance). The process will lead to State action, by legislation or other means, to create an Exchange entity with the authority necessary to meet all the requirements of the law.